

Message Text

LIMITED OFFICIAL USE

PAGE 01 KINGST 01536 101820 Z

73

ACTION ARA-17

INFO OCT-01 ADP-00 IO-12 AID-20 STR-08 EB-11 COME-00 FRB-02

TRSE-00 OMB-01 XMB-07 OIC-04 CIAE-00 DODE-00 PM-09

H-02 INR-10 L-03 NSAE-00 NSC-10 PA-03 RSC-01 PRS-01

SS-15 USIA-12 EUR-25 AF-10 RSR-01 /185 W

----- 027578

R 101741 Z MAY 73

FM AMEMBASSY KINGSTON

TO SECSTATE WASHDC 1860

LIMITED OFFICIAL USE KINGSTON 1536

E. O. 11652: N/ A

TAGS: EAID EFIN JM XM

SUBJ: IDB GOVERNOR' S SPEECHES

FOLLOWING ARE KEY HIGHLIGHTS OF KEY SPEECHES TO DATE:

1. CHILE SPEECH BY FINANCE MINISTER FERNANDO FLORES COVERED USUAL CHILEAN THEMES MORE DEFENSIVELY AND LESS HARSHLY THAN IN PAST. IN REFERRING TO U. S. POSITION ON NATIONALIZATION AND COMPENSATION, FLORES ARGUED THAT THERE HAS NOT BEEN CONFISCATION BUT ONLY RECTIFICATION OF HISTORICAL INJUSTICE. HE CITED BELLIGERENT ACTION OF ITT AND KENNECOTT. HE REFERRED TO FOREIGN ECONOMIC BLOCKADE, LACK OF IFI LOANS THESE PAST TWO YEARS, AND NEED TO CHANGE

IDB STRUCTURE TO TAKE INTO ACCOUNT ECONOMIC PLURALITY IN HEMISPHERE ALONG WITH PLURALITY OF IDEOLOGIES.

2. BRAZIL (GALVEAS) IN SHORT SPEECH EMPHASIZED NEED TO INCREASE LENDING LEVEL AND TO EXPAND AREAS OF BANK LENDING SUCH AS TO GIVE MORE EMPHASIS TO INTEGRATED URBAN PROJECTS.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 KINGST 01536 101820 Z

3. AGRENTINA (MARCELO GOWLAND ACOSTA OF CENTRAL BANK)
SUGGESTED MANY CHANGES IN BANK STRUCTURE SUCH AS EXPANDED
EXPORT FINANCING PROGRAM, ROTATION EVERY TWO YEARS OF
THE TOP POSITIONS IN BANK (WHAT HE HAD IN MIND ALTHOUGH
UNSTATED WAS SANTOS JOB), SUBSIDIZATION OF INTEREST COSTS
ON O. C. LOANS,
SECTORAL LOANS, IDB LENDING QUOTAS FOR
EACH COUNTRY, ETC. THE MOST INTERESTING POINT WAS
ELIMINATION OF FSO LENDING TO RICH COUNTRIES, ASSUMING
O. C. LOANS TO THEM CONTAINED INTEREST RATE SUBSIDIES,
BUT ALSO HEDGED TO ARGUE THAT IF OTHERS (READ BRAZIL)
RECEIVED FSO LOANS, SO SHOULD ARGENTINA.

4. CANADA (ROBERT STANBURY, MINISTER OF NATIONAL REVENUE)
MADE A GENERALLY SELF- SERVING SPEECH. THERE WAS PRAISE FOR
MEXICO' S DRAFT CHARTER OF ECONOMIC RIGHTS AND DUTIES,
AND BRAZIL' S DECISION TO SUPPORT THE AFRICAN DEVELOPMENT
BANK. HE PRAISED U. S. FOR CARRYING FSO ALONE UNTIL NOW.
CANADA ALSO REFERRED TO DILEMMA BETWEEN RIGHT OF SOVEREIGN
GOVERNMENT TO EXERCISE DESIRED CONTROL OVER ECONOMY AND
RIGHT INVESTORS TO FAIR AND REASONABLE SAFEGUARDS, BUT
THEN ARGUED THAT QUOTE BANK SHOULD BE INSULATED FROM
EFFECTS ANY SUCH DIFFERENCES OF VIEW WHICH MUST PROPERLY
BE RESOLVED BILATERALLY. UNQUOTE. SPEECH HAD TONE OF SOME-
THING FOR EVERYBODY BUT WITH EMPHASIS THAT CANADA WAS
STANDING WITH LA COUNTRIES.
DE ROULET

LIMITED OFFICIAL USE
NMAFVVZCZ

*** Current Handling Restrictions *** n/a

*** Current Classification *** LIMITED OFFICIAL USE

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 10 MAY 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: hilburpw
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973KINGST01536
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: n/a
Errors: n/a
Film Number: n/a
From: KINGSTON
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730540/aaaailtk.tel
Line Count: 90
Locator: TEXT ON-LINE
Office: ACTION ARA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: hilburpw
Review Comment: n/a
Review Content Flags:
Review Date: 23 JAN 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <23-Jan-2002 by kelleyw0>; APPROVED <24-Jan-2002 by hilburpw>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: <DBA CORRECTED> mcm 980108
Subject: IDB GOVERNOR'S SPEECHES FOLLOWING ARE KEY HIGHLIGHTS OF KEY SPEECHES TO DATE
TAGS: EAID, EFIN, JM, XM
To: ARA
SECSTATE WASHDC
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005